## **IN THE CLAIMS:**

- 1-49. (Canceled)
- 50. (New) A method of producing a human progenitor cell from a human ES cell, said method comprising:

obtaining a source of an undifferentiated human ES cell: and culturing the ES cell in the presence of an antagonist of a BMP mediated default pathway of extra embryonic endoderm differentiation for a period sufficient to differentiate the ES cell to a progenitor cell, wherein said progenitor cell lacks at least one marker of said undifferentiated ES cell.

- 51. (New) The method according to claim 50 wherein the source of said undifferentiated human ES cell is selected from the group consisting of an embryo, a blastocyst, and a culture of undifferentiated orientated stem cells.
- 52. (New) The method according to claim 51 wherein the ES cell is cultured in the presence of noggin.
- 53. (New) The method according to claim 52 wherein the noggin is a human or mouse noggin.
- 54. (New) The method according to claim 52 wherein the noggin is a mouse BMP antagonist noggin comprising amino acid residues 20 to 232 of mouse noggin.
- 55. (New) The method according to claim 52 wherein the noggin is in the range of 100 to 500 ng/ml.
- 56. (New) The method according to any one of claims 50 to 55 wherein the period sufficient to differentiate the ES cell to a progenitor cell is at least 5 days and the noggin is in the range of 100 to 500 ng/ml.

- 57. (New) A human progenitor cell prepared by the method according to claim 50.
- (New) The progenitor cell according to claim 57 characterised by being unreactive with any one of the antibodies including PHM4 recognising MHC Class 1 surface molecules, antidesmin, UJ13A reactive with polysialylated N-CAM, Cam 5.2 reactive with low molecular weight cytokeratins, AMF reactive with vimentin intermediate filaments, antibody to 160 kDa neurofilament protein, GCTM-2 reactive with a proteoglycan present on the surface of ES cells, TG42.1 reactive with a 25 kDa protein which copurifies with the proteoglycan recognised by GCTM-2 and is found on stem cells and other cell types, monoclonal antibody GCTM-5 reactive with a molecule present on a small proportion of cells in spontaneously differentiating human ES cell cultures.
- 59. (New) A method of producing a human progenitor cell from a human ES cell, said method consisting essentially of:

obtaining a source of an undifferentiated human ES cell and culturing the ES cell in the presence of an antagonist of a BMP mediated default pathway of extra embryonic endoderm differentiation for a period sufficient to differentiate the ES cell to a progenitor cell, wherein said progenitor cell lacks at least one marker of said undifferentiated ES cell.

- 60. (New) The method according to claim 59 wherein the source of said undifferentiated human ES cell is selected from the group consisting of an embryo, a blastocyst, and a culture of undifferentiated orientated stem cells,
- 61. (New) The method according to claim 59 wherein the ES cell is cultured in the presence of noggin.
- 62. (New) The method according to claim 61 wherein the noggin is a human or mouse noggin.
- 63. (New) The method according to claim 61 wherein the noggin is a mouse BMP antagonist

noggin comprising amino acid residues 20 to 232 of mouse noggin.

- 64. (New) The method according to claim 61 wherein the noggin is in the range of 100 to 500 ng/mi.
- 65. (New) The method according to any one of claims 59 to 64 wherein the period sufficient to differentiate the ES cell to a progenitor cell is at least 5 days and the noggin is in the range of 100 to 500 ng/ml.
- 66. (New) A human progenitor cell prepared by the method according to claim 59.
- 67. (New) The progenitor cell according to claim 66 characterised by being unreactive with any one of the antibodies including PHM4 recognising MHC Class 1 surface molecules, antidesmin, UJ13A reactive with polysialylated N-CAM, Cain 5.2 reactive with low molecular weight cytokeratins, AMF reactive with vimentin intermediate filaments, antibody to 160 kDa neurofilament protein, GCTM-2 reactive with a proteoglycan present on the surface of ES cells, TG42.1 reactive with a 25 kDa protein which copurifies with the proteoglycan recognised by GCTM-2 and is found on stem cells and other cell types, monocional antibody GCTM-5 reactive with a molecule present on a small proportion of cells in spontaneously differentiating human ES cell cultures.